

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**HB 1783 - SB 2095**

February 10, 2016

**SUMMARY OF BILL:** Increases from, three to seven, the number of members serving on the Alcoholic Beverage Commission. Requires two of the additional four members to be appointed by the Speaker of the Senate and the remaining two to be appointed by the Speaker of the House of Representatives. Requires the new members to serve four-year terms beginning on July 1, 2016. Deletes requirement that members be compensated \$6,000 per year. Continues current requirement that members be reimbursed for expenses incurred in connection with their official duties. Increases, from two to four, the number of members required for a quorum.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures – Net Impact - Exceeds \$2,400/ABC**

Assumptions:

- Three members will continue to be appointed by the governor, one from each grand division, as required by Tenn. Code Ann. § 57-1-102.
- Deleting the requirement that members be paid annually will result in a recurring decrease in state expenditures of \$18,000 (3 members x \$6,000).
- Based on information provided by the Alcohol Beverage Commission (ABC), recurring state expenditures for travel, training, and other expenses for one additional member are reasonably estimated to exceed \$5,100.
- The recurring increase in state expenditures is estimated to exceed \$20,400 (\$5,100 x 4 members).
- The net recurring increase in state expenditures for ABC is estimated to exceed \$2,400 (\$20,400 - \$18,000).

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

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